

VETERANS POST WAR TRUST FUND

State Investment Board Balance Sheet As of 6/30/2005

	As of <u>6-30-05</u>	As of <u>6-30-04</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,116,278	\$ 941,653
INTERNATIONAL EQUITIES	468,142	392,793
DOMESTIC FIXED INCOME	2,019,593	-
INVESTED CASH (NOTE 1)	<u>137</u>	<u>6,394</u>
TOTAL INVESTMENTS	3,604,150	1,340,840
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	4,431	1,798
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	831,130	91,279
DUE FROM OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>0</u>
TOTAL ASSETS	<u>\$ 4,439,711</u>	<u>\$ 1,433,917</u>
LIABILITIES:		
ACCOUNTS PAYABLE	1,555	1,301
SECURITIES LENDING COLLATERAL (NOTE 2)	831,130	91,279
DUE TO OTHER AGENCIES (NOTE 4)	<u>250</u>	<u>250</u>
TOTAL LIABILITIES	832,935	92,830
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,341,087	1,126,207
CASH IN DURING YEAR (NOTE 5)	2,000,000	0
CASH OUT DURING YEAR (NOTE 6)	65,000	0
NET INCREASE (DECREASE)	<u>330,689</u>	<u>214,880</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,606,776</u>	<u>1,341,087</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 4,439,711</u>	<u>\$ 1,433,917</u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2005

	Month Ended <u>6-30-05</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 4,749	\$ 57,607
SECURITIES LENDING INCOME	<u>1,855</u>	<u>16,191</u>
	6,604	73,798
 GAIN ON SALE OF INVESTMENTS	 38,170	 337,552
LOSS ON SALE OF INVESTMENTS	<u>14,061</u>	<u>181,734</u>
 NET GAINS (LOSSES) INVESTMENTS	 24,109	 155,818
 INVESTMENT EXPENSES	 1,142	 7,310
SECURITIES LENDING EXPENSES	<u>1,759</u>	<u>15,107</u>
 NET INVESTMENT INCOME	 27,812	 207,199
 NET APPREC (DEPREC) MARKET VALUE	 11,786	 123,328
MISCELLANEOUS INCOME/(EXPENSE)	<u>15</u>	<u>162</u>
 TOTAL INVESTMENT INCOME	 <u>39,613</u>	 <u>330,689</u>
 NET INCREASE (DECREASE)	 <u>\$ 39,613</u>	 <u>\$ 330,689</u>

VETERANS POST WAR TRUST FUND

State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2005

	As of <u>6/30/05</u>
ASSETS:	
INVESTMENTS (AT COST)	
TOTAL DOMESTIC EQUITIES	1,326,343
INTERNATIONAL EQUITIES	493,198
TIPS	1,912,521
INVESTED CASH (NOTE 1)	<u>137</u>
TOTAL INVESTMENTS (AT COST)	<u><u>3,732,200</u></u>

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Notes To Financial Statements
June 30, 2005

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.